

UNITED STATES BANKRUPTCY COURT

Southern District of Texas

In re KTP Builders, Inc.,
*Debtor*Case No. 15-34109

Small Business Case under Chapter 11

SMALL BUSINESS MONTHLY OPERATING REPORTMonth: January, 2017

Date filed:

Line of Business:

NAISC Code:

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING SMALL BUSINESS MONTHLY OPERATING REPORT AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT AND COMPLETE.

RESPONSIBLE PARTY:



Original Signature of Responsible Party



Printed Name of Responsible Party

Questionnaire: (All questions to be answered on behalf of the debtor.)

1. IS THE BUSINESS STILL OPERATING?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
2. HAVE YOU PAID ALL YOUR BILLS ON TIME THIS MONTH?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
3. DID YOU PAY YOUR EMPLOYEES ON TIME?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
4. HAVE YOU DEPOSITED ALL THE RECEIPTS FOR YOUR BUSINESS INTO THE DIP ACCOUNT THIS MONTH?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. HAVE YOU FILED ALL OF YOUR TAX RETURNS AND PAID ALL OF YOUR TAXES THIS MONTH?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
6. HAVE YOU TIMELY FILED ALL OTHER REQUIRED GOVERNMENT FILINGS?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
7. HAVE YOU PAID ALL OF YOUR INSURANCE PREMIUMS THIS MONTH? <i>Note to pay</i>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
8. DO YOU PLAN TO CONTINUE TO OPERATE THE BUSINESS NEXT MONTH?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
9. ARE YOU CURRENT ON YOUR QUARTERLY FEE PAYMENT TO THE U.S. TRUSTEE?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
10. HAVE YOU PAID ANYTHING TO YOUR ATTORNEY OR OTHER PROFESSIONALS THIS MONTH?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
11. DID YOU HAVE ANY UNUSUAL OR SIGNIFICANT UNANTICIPATED EXPENSES THIS MONTH?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
12. HAS THE BUSINESS SOLD ANY GOODS OR PROVIDED SERVICES OR TRANSFERRED ANY ASSETS TO ANY BUSINESS RELATED TO THE DIP IN ANY WAY?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
13. DO YOU HAVE ANY BANK ACCOUNTS OPEN OTHER THAN THE DIP ACCOUNT?	<input type="checkbox"/>	<input checked="" type="checkbox"/>

B 25C (Official Form 25C) (12/08)

14. HAVE YOU SOLD ANY ASSETS OTHER THAN INVENTORY THIS MONTH?

15. DID ANY INSURANCE COMPANY CANCEL YOUR POLICY THIS MONTH?

16. HAVE YOU BORROWED MONEY FROM ANYONE THIS MONTH?

17. HAS ANYONE MADE AN INVESTMENT IN YOUR BUSINESS THIS MONTH?

18. HAVE YOU PAID ANY BILLS YOU OWED BEFORE YOU FILED BANKRUPTCY?

TAXES

DO YOU HAVE ANY PAST DUE TAX RETURNS OR PAST DUE POST-PETITION TAX OBLIGATIONS?

IF YES, PLEASE PROVIDE A WRITTEN EXPLANATION INCLUDING WHEN SUCH RETURNS WILL BE FILED, OR WHEN SUCH PAYMENTS WILL BE MADE AND THE SOURCE OF THE FUNDS FOR THE PAYMENT.

2015 & 2016 Federal Tax Returns

(Exhibit A)

 INCOME

PLEASE SEPARATELY LIST ALL OF THE INCOME YOU RECEIVED FOR THE MONTH. THE LIST SHOULD INCLUDE ALL INCOME FROM CASH AND CREDIT TRANSACTIONS. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL INCOME \$ 30,000⁰⁰**SUMMARY OF CASH ON HAND**

Cash on Hand at Start of Month	\$ <u>2,858.42</u>
Cash on Hand at End of Month	\$ <u>454.05</u>

PLEASE PROVIDE THE TOTAL AMOUNT OF CASH CURRENTLY AVAILABLE TO YOU

TOTAL \$ 454.05

(Exhibit B)

EXPENSES

PLEASE SEPARATELY LIST ALL EXPENSES PAID BY CASH OR BY CHECK FROM YOUR BANK ACCOUNTS THIS MONTH. INCLUDE THE DATE PAID, WHO WAS PAID THE MONEY, THE PURPOSE AND THE AMOUNT. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL EXPENSES \$ 32,404.37

(Exhibit C)

CASH PROFIT

INCOME FOR THE MONTH (TOTAL FROM EXHIBIT E)

EXPENSES FOR THE MONTH (TOTAL FROM EXHIBIT C)

(Subtract Line C from Line B)

CASH PROFIT FOR THE MONTH

\$ <u>30,000.00</u>
\$ <u>32,404.37</u>
\$ <u>(2,404.37)</u>

B 25C (Official Form 25C) (12/08)

UNPAID BILLS*Post-Bankruptcy*

PLEASE ATTACH A LIST OF ALL DEBTS (INCLUDING TAXES) WHICH YOU HAVE INCURRED SINCE THE DATE YOU FILED BANKRUPTCY BUT HAVE NOT PAID. THE LIST MUST INCLUDE THE DATE THE DEBT WAS INCURRED, WHO IS OWED THE MONEY, THE PURPOSE OF THE DEBT AND WHEN THE DEBT IS DUE. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL PAYABLES \$ 113,000.00

(Exhibit D)

MONEY OWED TO YOU

PLEASE ATTACH A LIST OF ALL AMOUNTS OWED TO YOU BY YOUR CUSTOMERS FOR WORK YOU HAVE DONE OR THE MERCHANDISE YOU HAVE SOLD. YOU SHOULD INCLUDE WHO OWES YOU MONEY, HOW MUCH IS OWED AND WHEN IS PAYMENT DUE. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

One settlement and three Liens

TOTAL RECEIVABLES \$ 276,750.00

(Exhibit E)

BANKING INFORMATION

PLEASE ATTACH A COPY OF YOUR LATEST BANK STATEMENT FOR EVERY ACCOUNT YOU HAVE AS OF THE DATE OF THIS FINANCIAL REPORT OR HAD DURING THE PERIOD COVERED BY THIS REPORT.

(Exhibit F)

EMPLOYEES

NUMBER OF EMPLOYEES WHEN THE CASE WAS FILED?

6

NUMBER OF EMPLOYEES AS OF THE DATE OF THIS MONTHLY REPORT?

0**PROFESSIONAL FEES****BANKRUPTCY RELATED:**

PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD?

\$ 0TOTAL PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE? *Michael Black*\$ 54,498.83**NON-BANKRUPTCY RELATED:**

PROFESSIONAL FEES NOT RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD?

\$ 3,390.37TOTAL PROFESSIONAL FEES NOT RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE? *Deborah Cahn*\$ 166,252.47

B 25C (Official Form 25C) (12/08)

PROJECTIONS

COMPARE YOUR ACTUAL INCOME AND EXPENSES TO THE PROJECTIONS FOR THE FIRST 180 DAYS OF YOUR CASE PROVIDED AT THE INITIAL DEBTOR INTERVIEW.

	Projected	Actual	Difference
INCOME	\$ 30,000.00	\$ 30,000.00	\$ 0
EXPENSES	\$ 30,000.00	\$ 32,404.37	\$ <2,404.37>
CASH PROFIT	\$ 0.00	\$ <2,404.37>	\$ <2,404.37>

TOTAL PROJECTED INCOME FOR THE NEXT MONTH:

\$ 0

TOTAL PROJECTED EXPENSES FOR THE NEXT MONTH:

\$ 454.05

TOTAL PROJECTED CASH PROFIT FOR THE NEXT MONTH:

\$ <454.05>

ADDITIONAL INFORMATION

PLEASE ATTACH ALL FINANCIAL REPORTS INCLUDING AN INCOME STATEMENT AND BALANCE SHEET WHICH YOU PREPARE INTERNALLY.

KTP Builders Inc.

Income Statement

1/31/2017

Revenue

	\$ 30,000.00
Total Revenue	<u>\$ 30,000.00</u>

Expenses

Office Expenses/Contractors	\$ 29,014.00
Attorney Fees/Legal	<u>\$ 3,390.37</u>
Total Expense	<u><u>\$ 32,404.37</u></u>

Net Profit: \$ (2,404.37)

KTP Builders Inc.

Exhibit D - Unpaid Bills KTP (New work)

1/31/2017

Payables:

Legal Fees (Estimated 2,500 + 2,500)	\$ 5,000.00
Employees (135,000)	\$ 108,000.00
Expenses	\$ -
Total Payables:	<u>\$ 113,000.00</u>

KTP Builders Inc.

Balance Sheet

1/31/2017

<u>Assets</u>	<u>12/31/2016</u>	<u>1/31/2017</u>	<u>Difference</u>
Bank Balance	\$ 2,808.42	\$ 454.05	\$ (2,354.37)
Long Term - Accounts Receivable (Pre Filing)	\$ 236,466.00	\$ 276,750.00	\$ 40,284.00
Accounts Receivable - Post Filing (Current Jobs)	\$ 109,750.00	\$ -	\$ (109,750.00)
	<u>\$ 349,024.42</u>	<u>\$ 277,204.05</u>	<u>\$ (71,820.37)</u>
<u>Liabilities</u>	<u>12/31/2016</u>	<u>1/31/2017</u>	<u>Difference</u>
Long Term - Accounts Payable Secured	\$ 11,695.80	\$ 11,695.80	\$ -
Long Term - Accounts Payable Unsecured Priority	\$ 37,427.00	\$ 37,427.00	\$ -
Long Term - Accounts Payable Unsecured Non - Priority	\$ 519,994.59	\$ 519,994.59	\$ -
Short Term - Loans (K/R Douds)	\$ -	\$ -	\$ -
Accounts Payable - Post Filing (Current Jobs)	\$ 140,000.00	\$ 113,000.00	\$ (27,000.00)
	<u>\$ 709,117.39</u>	<u>\$ 682,117.39</u>	<u>(\$27,000.00)</u>

KTP Builders Inc.

Exhibit E - Monies owed KTP (New work)

1/31/2017

Receivables:

Legacy/Cosmopolitan - Realtex (Settlement)	\$ 40,000.00
Alta Construction - Liened	\$ 100,000.00
Summit DCK/ Pacific Properties (Liened/Sued Bond Company)	\$ 97,000.00
Bonita Creek - Liened	\$ 39,750.00
Total Receivable:	<u>\$ 276,750.00</u>

STATEMENT ISSUED
01-31-2017

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KTP BUILDERS INC
DEBTOR IN POSSESSION CASE NO 15 34109
OPERATING ACCOUNT
10707 CORPORATE DR STE 118
STAFFORD TX 77477

0

Interested in accepting in-store, online or mobile credit and debit card payments? Frost Merchant Services can help. Contact Customer Service at (800)513-7678 to get started.

FROST BUSINESS CHECKING : ACCOUNT NO. 67 1253344

BALANCE LAST STATEMENT	DEPOSITS		WITHDRAWALS		BALANCE THIS STATEMENT
	NO.	AMOUNT	NO.	AMOUNT	
2,851.42	1	26,609.63	5	29,007.00	454.05

Activity Items Processed 7 Cash Processed 60.00

----- DEPOSITS/CREDITS -----

DATE	TRANSACTION	AMOUNT	DATE	TRANSACTION	AMOUNT
01-06	TELLER DEPOSIT	26,609.63			

DATE	CHECK	AMOUNT	DATE	CHECK	AMOUNT	DATE	CHECK	AMOUNT
01-06	1562 #	9,000.00	01-06	1564 #	4,500.00	01-10	1566 #	2,000.00
01-06	1563 #	9,000.00	01-09	1565 #	4,500.00			

* RECEIVED ELECTRONICALLY AS AN IMAGE OF THE ORIGINAL CHECK

----- OTHER WITHDRAWALS/DEBITS -----

DATE	AMOUNT	TRANSACTION	DESCRIPTION
01-04	.00	INTERNET STMT COPY REQ	
01-31	7.00	SERVICE CHARGE/FEE	MONTHLY SERVICE CHARGE

----- DAILY BALANCE -----

DATE	BALANCE	DATE	BALANCE	DATE	BALANCE
12-30	2,851.42	01-06	6,961.05	01-10	461.05
01-04	29,461.05	01-09	2,461.05	01-31	454.05

Please examine your bank statement upon receipt and report any differences or irregularities as specified in the Deposit Agreement and Other Disclosures.

STATEMENT ISSUED
01-31-2017

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KTP BUILDERS INC

Frost		ACCOUNT NUMBER * 67 12532464	DEPOSIT
Date	Check	Credit	
Name	KTP BUILDERS INC	Check	
Address	1001 Corporate Dr STE 100 Bellaire, TX 77482	Credit	
Sign here for your name			
		CR \$ 26,609.63	
01/04/17 #0 \$26,609.63			
KTP BUILDERS INC DEBTOR IN POSSESSION #67-34109 1001 Corporate Dr STE 100 Bellaire, TX 77482 KTP 1/20 John L. Cooper Bank One 401 N Main Street Bellaire, TX 77482 AMT POD1562 411400000130 5712333444		Payee Name FROST BANK BELLAIRES, TX 1/20/17	1562 1/20/17 John L. Cooper Bank One 401 N Main Street Bellaire, TX 77482 AMT POD1562 411400000130 5712333444
01/06/17 #1562 \$9,000.00			
KTP BUILDERS INC DEBTOR IN POSSESSION #67-34109 1001 Corporate Dr STE 100 Bellaire, TX 77482 KTP 1/20 John L. Cooper Bank One 401 N Main Street Bellaire, TX 77482 AMT POD1563 411400000130 5712333444		Payee Name FROST BANK BELLAIRES, TX 1/20/17	1563 1/20/17 John L. Cooper Bank One 401 N Main Street Bellaire, TX 77482 AMT POD1563 411400000130 5712333444
01/06/17 #1563 \$9,000.00			
KTP BUILDERS INC DEBTOR IN POSSESSION #67-34109 1001 Corporate Dr STE 100 Bellaire, TX 77482 KTP 1/20 Robert Davis Robert Davis 401 N Main Street Bellaire, TX 77482 AMT POD1564 411400000130 5712333444		Payee Name FROST BANK BELLAIRES, TX 1/20/17	1564 1/20/17 Robert Davis Robert Davis 401 N Main Street Bellaire, TX 77482 AMT POD1564 411400000130 5712333444
01/06/17 #1564 \$4,500.00			
KTP BUILDERS INC DEBTOR IN POSSESSION #67-34109 1001 Corporate Dr STE 100 Bellaire, TX 77482 KTP 1/20 John L. Cooper Bank One 401 N Main Street Bellaire, TX 77482 AMT POD1565 411400000130 5712333444		Payee Name FROST BANK BELLAIRES, TX 1/20/17	1565 1/20/17 John L. Cooper Bank One 401 N Main Street Bellaire, TX 77482 AMT POD1565 411400000130 5712333444
01/09/17 #1565 \$4,500.00			
KTP BUILDERS INC DEBTOR IN POSSESSION #67-34109 1001 Corporate Dr STE 100 Bellaire, TX 77482 KTP 1/20 John L. Cooper Bank One 401 N Main Street Bellaire, TX 77482 AMT POD1566 411400000130 5712333444		Payee Name FROST BANK BELLAIRES, TX 1/20/17	1566 1/20/17 John L. Cooper Bank One 401 N Main Street Bellaire, TX 77482 AMT POD1566 411400000130 5712333444
01/10/17 #1566 \$2,000.00			

Case 15-
Frost
P.O. Box 12

P.O. Box 1315 Houston, Texas 77251 Member FDIC

713-388-7800 OR 1-800-513-7678

STATEMENT ISSUED
01-31-2017

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KTP BUILDERS INC
DEBTOR IN POSSESSION CASE NO 15 34109
TAX ACCOUNT
10707 CORPORATE DR STE 118
STAFFORD TX 77477

0

Interested in accepting in-store, online or mobile credit and debit card payments? Frost Merchant Services can help. Contact Customer Service at (800)513-7678 to get started.

FROST BUSINESS CHECKING : ACCOUNT NO. 67 1253271

		DEPOSITS		WITHDRAWALS			
BALANCE LAST STATEMENT	NO.	AMOUNT	NO.	AMOUNT	BALANCE THIS STATEMENT		
17.93	0	.00	0	7.00	10.93		

Activity Items Processed 0 Cash Processed \$0.00

OTHER WITHDRAWALS/DEBITS

DATE	AMOUNT	TRANSACTION	DESCRIPTION
01-06	.00	INTERNET STMT COPY REQ	
01-31	7.00	SERVICE CHARGE/FEE	MONTHLY SERVICE CHARGE

- DAILY BALANCE

DATE	BALANCE	DATE	BALANCE	DATE	BALANCE
12-30	17.93	01-04	17.93	01-31	10.93

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Please examine your bank statement upon receipt and report any differences or irregularities as specified in the Deposit Agreement and Other Disclosures.